

Licensing Suspensions for Delinquent Tax Debt

New Legislation

Effective July 1, 2012, the Department of Motor Vehicles (DMV) will suspend any driver license (DL), occupational license (OL), and/or motor carrier permit (MCP) held by a licensee whose name appears on the Franchise Tax Board (FTB) and/or Board of Equalization (BOE) list of the 500 largest tax delinquencies in excess of \$100,000.

Suspensions

If a DL, OL, or MCP licensee's name appears on the FTB and/or BOE delinquent tax list, DMV will send the licensee a notice of intent to suspend within 30 days of receipt of the certified list. The notice of intent to suspend will inform the licensee that his/her DL, OL, and/or MCP will be suspended no sooner than 90 days and no later than 120 days from the notice mail date. The licensee must contact FTB and/or BOE, as applicable, to clear the tax delinquency.

If DMV does not receive the electronic release from the appropriate tax agency before the effective date of suspension, the licensee's DL, OL, and/or MCP will be suspended. The suspension will be cleared once DMV receives an electronic release from the appropriate tax agency and the licensee has paid DMV the applicable administrative service fee (ASF) listed below:

- Individual OL \$30
- Business OL \$150
- DL \$30
- MCP \$150

Once the suspension has cleared, the DL, OL, and/or MCP may be reissued as long as the licensee has no other outstanding suspensions or actions on his/her record.

If the licensee makes a payment agreement with FTB or BOE and fails to comply, FTB and/or BOE will notify DMV. Upon receipt of the notice of noncompliance, DMV will send out a second or subsequent notice of intent to suspend that informs the licensee that his/her DL, OL, and/or MCP will be suspended 30 days from the notice mail date.

The suspension will clear once DMV receives an electronic release from the appropriate tax agency, if the licensee has no other outstanding suspensions or actions on his/her record and has paid DMV the ASF.

Background

Recent change in legislation requires DMV to suspend any DL, OL, and/or MCP held by a licensee whose name appears on a certified list published by FTB and BOE of the top 500 largest tax delinquencies in excess of \$100,000.

Distribution

Notification that this memo is available online at **www.dmv.ca.gov/pubs/olin/olin.htm** was made via California DMV's Automated E-mail Alert System in August 2012 to the following:

- All Categories

Contact

Questions regarding this memo may be directed to Commercial Licensing Policy at (916) 657-6550.

A handwritten signature in black ink, appearing to read "Mary Garcia", with a stylized flourish at the end.

MARY GARCIA, Chief
Occupational Licensing